

# FISCAL NOTE

## SB 2067

January 23, 1998

**SUMMARY OF BILL:** Removes liability limits from municipal electric plants. Current minimum limits are \$130,000 for bodily injury or death of one person and \$350,000 for bodily injury or death for all persons involved in one accident.

### ESTIMATED FISCAL IMPACT:

**Increase Local Govt.\* Expenditures - Exceeds \$1,000,000**

Assumes that if lawsuits were brought against the 60 municipal systems that would be affected, the resulting liability for damages could exceed \$1,000,000 for one such suit and would most likely exceed that amount over the course of time.

\*Article II, Section 24 of the Tennessee Constitution provides that: *no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

### CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

**SB 2067**